

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-03875A  
Mountain Glen Water Service, Inc.  
PO Box 4230  
Show Low, AZ 85902

RECEIVED  
APR 15 2011  
ACC UTILITIES DIRECTOR

**ANNUAL REPORT**  
**Water**

**FOR YEAR ENDING**

12	31	2010
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FOR COMMISSION USE

ANN 04	10
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4-19-11

4-20-11

**COMPANY INFORMATION**

<b>Company Name (Business Name)</b>		Mountain Glen Water Service, Inc.	
<b>Mailing Address</b>		PO Box 4230	
(Street)			
<b>Show Low</b>	<b>AZ</b>	<b>85902</b>	
(City)	(State)	(Zip)	
<b>928.532.4688</b>	<b>928.532.4688</b>	<b>928.205.1866</b>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>		aliceferrell@frontiernet.net	
<b>Local Office Mailing Address</b>		PO Box 4230	
(Street)			
<b>Show Low</b>	<b>AZ</b>	<b>85902</b>	
(City)	(State)	(Zip)	
<b>928.532.4688</b>	<b>928.532.4688</b>	<b>928.205.1866</b>	
Local Office Telephone No. (Incl Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>		aliceferrell@frontiernet.net	

**MANAGEMENT INFORMATION**

<input type="checkbox"/> <b>Regulatory Contact:</b>			
<input checked="" type="checkbox"/> <b>Management Contact:</b>			
Robert Ferrell		President	
(Name)		(Title)	
<b>PO Box 4230</b>	<b>Show Low</b>	<b>AZ</b>	<b>85902</b>
(Street)	(City)	(State)	(Zip)
<b>928.532.4688</b>	<b>928.532.4688</b>	<b>928.205.1866</b>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>		aliceferrell@frontiernet.net	
<b>On Site Manager:</b>			
Robert Ferrell			
(Name)			
<b>PO Box 4230</b>	<b>Show Low</b>	<b>AZ</b>	<b>85902</b>
(Street)	(City)	(State)	(Zip)
<b>928.532.4688</b>	<b>928.532.4688</b>	<b>928.205.1866</b>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>		aliceferrell@frontiernet.net	

<b>Statutory Agent:</b> <u>John Holman</u>			
(Name)			
<u>PO Box 3128</u>	<u>Pinetop</u>	<u>AZ</u>	<u>85935</u>
(Street)	(City)	(State)	(Zip)
<u>928.367.3235</u>	<u>928.367.3239</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Attorney:</b> <u>John Holman</u>			
(Name)			
<u>PO Box 3128</u>	<u>Pinetop</u>	<u>AZ</u>	<u>85935</u>
(Street)	(City)	(State)	(Zip)
<u>928.367.3235</u>	<u>928.367.3239</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>jchlaw@citlink.net</u>			

**OWNERSHIP INFORMATION**

Check the following box that applies to your company:

<input type="checkbox"/> Sole Proprietor (S)	<input checked="" type="checkbox"/> Corporation (C) (Other than Association/Co-op)
<input type="checkbox"/> Partnership (P)	<input type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input type="checkbox"/> Association/Co-op (A)
<input type="checkbox"/> Receivership (R)	<input type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

**COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input checked="" type="checkbox"/> NA VAJO	<input type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

Company Name: Mountain Glen Water Service, Inc.

**UTILITY PLANT IN SERVICE**

Acct. No.	Description	Original Cost (OC)	Accumulated Depreciation (AD)	OCLD (OC less AD)
301	Organization	\$ 2,384	\$ 864	\$ 1,520
302	Franchises	-	-	-
303	Land & Land Rights	8,110	-	8,110
304	Structures & Improvements	50,207	8,626	41,581
307	Wells & Springs	158,838	24,325	134,513
311	Pumping Equipment	81,368	53,993	27,375
320	Water Treatment Equipment	10,000	7,333	2,667
330	Distribution Reservoirs & Standpipes	179,072	5,477	173,595
331	Transmission & Distrib. Mains	192,501	31,031	161,470
333	Services	20,326	6,619	13,707
334	Meters & Meter Installations	51,075	16,895	34,180
335	Hydrants	38,535	3,316	35,220
336	Backflow Prevention Devices	-	-	-
339	Other Plant & Misc Equipment	-	-	-
340	Office Furniture & Equipment	751	276	475
340.1	Computers & Software	4,164	4,164	(0)
341	Transportation Equipment	-	-	-
343	Tools, Shop & Garage Equip.	880	143	737
344	Laboratory Equipment	-	-	-
345	Power Operated Equipment	619	108	511
346	Communications Equipment	-	-	-
347	Miscellaneous Equipment	-	-	-
348	Other Tangible Plant	-	-	-
	<b>TOTALS</b>	<b>\$ 798,830</b>	<b>\$ 163,170</b>	<b>\$ 635,660</b>

Total Accumulated Depreciation amount goes on the Balance Sheet Acct. No. 108

Company Name: Mountain Glen Water Service, Inc.

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1X2)
301	Organization	\$ 2,384		\$ -
302	Franchises	-		-
303	Land & Land Rights	8,110	N/A	-
304	Structures & Improvements	50,207	3.33%	1,672
307	Wells & Springs	158,838	3.33%	5,289
311	Pumping Equipment	81,368	12.5000%	10,171
320	Water Treatment Equipment	10,000	3.33%	333
330	Distribution Reservoirs & Standpipes	179,072	2.2200%	3,975
331	Transmission & Distrib. Mains	192,501	2.0000%	3,850
333	Services	20,326	3.33%	677
334	Meters & Meter Installations	51,075	8.3300%	4,255
335	Hydrants	38,535	2.0000%	771
336	Backflow Prevention Devices	-	6.6700%	-
339	Other Plant & Misc Equipment	-	6.6700%	-
340	Office Furniture & Equipment	751	6.6700%	50
340.1	Computers & Software	4,164	33.3300%	-
341	Transportation Equipment	-	20.0000%	-
343	Tools, Shop & Garage Equip.	880	5.0000%	44
344	Laboratory Equipment	-	10.0000%	-
345	Power Operated Equipment	619	5.0000%	31
346	Communications Equipment	-	10.0000%	-
347	Miscellaneous Equipment	-	10.0000%	-
348	Other Tangible Plant	-	10.0000%	-
	<b>TOTALS</b>	<b>\$ 798,830</b>		<b>\$ 31,118</b>

Depreciation Expense amount goes on the Comparative Statement of Income and Expense  
Acct. No. 403.

Company Name: Mountain Glen Water Service, Inc.

**BALANCE SHEET**

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 3,039	\$ 24,481
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	11,433	12,166
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	10,197	13,417
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 24,669	\$ 50,064
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 797,838	\$ 798,830
103	Property Held for Future Use		
105	Construction Work In Progress		
108	Accumulated Depreciation - Utility Plant	(141,515)	(163,170)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 656,323	\$ 635,660
	<b>TOTAL ASSETS</b>	\$ 680,992	\$ 685,724

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

Company Name: Mountain Glen Water Service, Inc.

**BALANCE SHEET (CONTINUED)**

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 2,883	\$ 7,717
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	4,313	3,960
236	Accrued Taxes	50	50
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 7,246	\$ 11,727
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 147,833	\$ 140,321
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	\$ 333,362	\$ 325,541
255	Accumulated Deferred Investment Tax Credits		
271	Gross Contributions in Aid of Construction	2,000	2,000
272	Less: Amortization of contributions	(830)	(920)
281	Accumulated Deferred Income Tax	12,369	12,369
	<b>TOTAL DEFERRED CREDITS</b>	\$ 346,901	\$ 338,990
	<b>TOTAL LIABILITIES</b>	\$ 501,980	\$ 491,038
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 5,000	\$ 5,000
211	Paid in Capital in Excess of Par Value	134,115	134,115
215	Retained Earnings	39,897	55,571
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 179,012	\$ 194,686
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 680,992	\$ 685,724

Company Name: Mountain Glen Water Service, Inc.
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**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 182,726	\$ 183,727
460	Unmetered Water Revenue		
474	Other Water Revenues	10,068	2,487
	<b>TOTAL REVENUES</b>	<b>\$ 192,794</b>	<b>\$ 186,214</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ -	\$ -
610	Purchased Water		
615	Purchased Power	9,434	9,841
618	Chemicals		
620	Repairs and Maintenance	33,574	16,919
621	Office Supplies & Expense	7,141	3,271
630	Outside Services	85,130	84,870
635	Water Testing	3,945	4,997
641	Rents		
650	Transportation Expenses		
657	Insurance - General Liability	1,876	1,887
659	Insurance - Health and Life		
666	Regulatory Commns Exp-Rate Case	2,656	
675	Miscellaneous Expense	438	239
403	Depreciation Expense	31,271	31,118
408	Taxes Other Than Income	185	
408.11	Property Taxes	7,372	7,388
409	Income Tax	50	50
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 183,072</b>	<b>\$ 160,580</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ 9,722</b>	<b>\$ 25,634</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 21	\$ -
421	Non-Utility Income	608	
426	Miscellaneous Non-Utility Exp		
427	Interest Expense	(4,856)	(4,609)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ (4,227)</b>	<b>\$ (4,609)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ 5,495</b>	<b>\$ 21,025</b>



Company Name: Mountain Glen Water Service, Inc.

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	4/24/2006			
Source of Loan	WIFA			
ACC Decision No.	67163			
Reason for Loan	Arsenic treatment equipment			
Dollar Amount Issued	\$ 176,240	\$ -	\$ -	\$ -
Amount Outstanding	\$ 140,321	\$ -	\$ -	\$ -
Date of Maturity	4/1/2026			
Interest Rate	6.1250%	%	%	%
Current Year Interest	\$ 4,381	\$ -	\$ -	\$ -
Current Year Principal	\$ 7,512	\$ -	\$ -	\$ -

Meter Deposit Balance at Test Year End \$ 46,699

Meter Deposits Refunded During the Test Year \$ 4,822

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Linden East	ADEQ Public Water System Number:	09-025

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-629078	10	150	290	10	2	1965
55-629080	7.5	80	190	8	2	1963
55-214713	7.5	80	480	8	1.5	2007
55-629079	7.5	55	270	6	N/A	1963

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS	
Horsepower	Quantity
7.0	1
5.0	3

FIRE HYDRANTS	
Quantity Standard	Quantity Other

STORAGE TANKS	
Capacity	Quantity
15,000 gal	1
12,000 gal	1
50,000 gal	1

PRESSURE TANKS	
Capacity	Quantity
85 gal	9

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

Company Name: Mountain Glen Water Service, Inc.	
Name of System: Clay Springs	ADEQ Public Water System Number: 09-081

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-087029	5	25	550	6	1	1981

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS	
Horsepower	Quantity
3.0	1

FIRE HYDRANTS	
Quantity Standard	Quantity Other

STORAGE TANKS	
Capacity	Quantity
7,500 gal	1

PRESSURE TANKS	
Capacity	Quantity
115 gal	3

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

Company Name: Mountain Glen Water Service, Inc.	
Name of System: Linden Trails	ADEQ Public Water System Number: 09-090

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-591269	15	150	400	8	1.5	2002

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS	
Horsepower	Quantity
10.0	1
40.0	1

FIRE HYDRANTS	
Quantity Standard	Quantity Other
17	

STORAGE TANKS	
Capacity	Quantity
150,000 gal	1

PRESSURE TANKS	
Capacity	Quantity
3,200 gal	1

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

Company Name: Mountain Glen Water Service, Inc.	
Name of System: Pinedale	ADEQ Public Water System Number: 09-054

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-584187	5	20	400	6	1	2000

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS	
Horsepower	Quantity
2.0	1

FIRE HYDRANTS	
Quantity Standard	Quantity Other

STORAGE TANKS	
Capacity	Quantity
2,500 gal	1

PRESSURE TANKS	
Capacity	Quantity
85 gal	2

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Linden East	ADEQ Public Water System Number:	09-025

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2	PVC	1,150	5/8 x 3/4	281
3	PVC	7,850	3/4	
4	PVC	25,750	1	1
5			1 1/2	
6	PVC	18,795	2	
8			Comp. 3	
10			Turbo 3	
12			Comp. 4	
			Turbo 4	
3	CA	1,625	Comp. 6	
6	CA	3,000	Turbo 6	

For the following three items, please list the utility owned assets in each category.

TREATMENT EQUIPMENT:


STRUCTURES:

10' x 12' concrete block well house on concrete foundation
10' x 12' wood frame well house on concrete foundation
10' x 10' concrete block well house on concrete foundation

OTHER:


*Note: If you are filing for more than one system, please provide separate sheets for each system.*

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Clay Springs	ADEQ Public Water System Number:	09-081

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2			5/8 x 3/4	20
3			3/4	
4	PVC	4,800	1	
5			1 1/2	
6			2	
8			Comp. 3	
10			Turbo 3	
12			Comp. 4	
			Turbo 4	
			Comp. 6	
			Turbo 6	

For the following three items, please list the utility owned assets in each category.

TREATMENT EQUIPMENT:


STRUCTURES:

8' x 10' concrete block well house on concrete foundation

OTHER:


*Note: If you are filing for more than one system, please provide separate sheets for each system.*

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Linden Trails	ADEQ Public Water System Number:	09-090

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2			5/8 x 3/4	65
3			3/4	
4			1	
5			1 1/2	
6	PVC	10,950	2	1
8			Comp. 3	
10			Turbo 3	
12			Comp. 4	
			Turbo 4	
			Comp. 6	
			Turbo 6	

For the following three items, please list the utility owned assets in each category.

TREATMENT EQUIPMENT:


STRUCTURES:

10' x 12' wood frame pump house on concrete foundation that encloses 2 booster pumps and electrical equipment

OTHER:


Note: If you are filing for more than one system, please provide separate sheets for each system.



Company Name: Mountain Glen Water Service, Inc.		
Name of System: Pinedale	ADEQ Public Water System Number:	09-054

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2	PVC	1,100	5/8 x 3/4	16
3	PVC	668	3/4	
4	PVC	600	1	
5			1 1/2	
6	PVC	2,800	2	
8			Comp. 3	
10			Turbo 3	
12			Comp. 4	
			Turbo 4	
			Comp. 6	
			Turbo 6	

For the following three items, please list the utility owned assets in each category.

TREATMENT EQUIPMENT:


STRUCTURES:

10' x 12' wood frame well house on concrete foundation


OTHER:


*Note: If you are filing for more than one system, please provide separate sheets for each system.*

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Linden East	ADEQ Public Water System Number:	09-025

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	279	999	1,002	0.000
FEBRUARY	280	1,056	1,179	0.000
MARCH	280	785	809	0.000
APRIL	280	1,514	1,513	0.000
MAY	279	1,870	1,848	0.000
JUNE	279	3,235	3,337	0.000
JULY	280	2,969	3,017	0.000
AUGUST	278	1,842	1,863	0.000
SEPTEMBER	280	2,201	2,252	0.000
OCTOBER	276	1,455	1,469	0.000
NOVEMBER	275	1,184	1,190	0.000
DECEMBER	278	942	991	0.000
TOTALS		20,052	20,470	0.000

What is the level of arsenic for each well on your system? 55-629078 - .015 mg/l  
(If more than one well, please list each separately.) 55-629080 - .016 mg/l  
55-214713 - .007 mg/l  
55-629079 - .0099 mg/l

If system has fire hydrants, what is the fire flow requirement? N/A GPM for hours

If system has chlorination treatment, does this treatment system chlorinate continuously?  
YES NO

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
YES NO

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
YES NO

If yes, provide the GPCPD amount: N/A

Note: If you are filing for more than one system, please provide separate sheets for each system.

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Clay Springs	ADEQ Public Water System Number:	09-081

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	20	66	64	0.000
FEBRUARY	20	31	26	0.000
MARCH	20	11	14	0.000
APRIL	20	19	21	0.000
MAY	20	38	58	0.000
JUNE	20	102	108	0.000
JULY	20	93	91	0.000
AUGUST	20	82	82	0.000
SEPTEMBER	20	71	70	0.000
OCTOBER	20	40	39	0.000
NOVEMBER	20	27	27	0.000
DECEMBER	20	22	22	0.000
TOTALS		602	622	0.000

What is the level of arsenic for each well on your system? transient system-not mg/l  
(If more than one well, please list each separately.) required by ADEQ

If system has fire hydrants, what is the fire flow requirement? N/A GPM for hours

If system has chlorination treatment, does this treatment system chlorinate continuously?  
YES NO

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
YES NO

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
YES NO

If yes, provide the GPCPD amount: N/A

Note: If you are filing for more than one system, please provide separate sheets for each system.

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Linden Trails	ADEQ Public Water System Number:	09-090

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	68	121	175	0.000
FEBRUARY	68	200	168	0.000
MARCH	68	80	87	0.000
APRIL	68	221	248	0.000
MAY	68	473	482	0.000
JUNE	68	787	834	0.000
JULY	68	610	642	0.000
AUGUST	68	440	458	0.000
SEPTEMBER	68	618	655	0.000
OCTOBER	68	418	435	0.000
NOVEMBER	68	175	190	0.000
DECEMBER	68	133	151	0.000
TOTALS		4,276	4,525	0.000

What is the level of arsenic for each well on your system?      0.007      mg/l  
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement?    750    GPM for 2    hours

If system has chlorination treatment, does this treatment system chlorinate continuously?  
                 YES                      NO

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
                 YES                      NO

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
                 YES                      NO

If yes, provide the GPCPD amount:      N/A

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Pinedale	ADEQ Public Water System Number:	09-054

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	15	38	46	0.000
FEBRUARY	15	32	38	0.000
MARCH	15	24	30	0.000
APRIL	15	46	54	0.000
MAY	15	78	86	0.000
JUNE	15	139	150	0.000
JULY	15	141	148	0.000
AUGUST	15	100	101	0.000
SEPTEMBER	15	76	88	0.000
OCTOBER	15	51	58	0.000
NOVEMBER	15	46	49	0.000
DECEMBER	15	38	45	0.000
TOTALS		809	893	0.000

What is the level of arsenic for each well on your system? transient system-not mg/l  
(If more than one well, please list each separately.) required by ADEQ

If system has fire hydrants, what is the fire flow requirement? N/A GPM for hours

If system has chlorination treatment, does this treatment system chlorinate continuously?  
YES NO

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
YES NO

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
YES NO

If yes, provide the GPCPD amount: N/A

Note: If you are filing for more than one system, please provide separate sheets for each system.

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Linden East	ADEQ Public Water System Number:	09-025

**UTILITY SHUTOFFS/DISCONNECTS**

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	-	1	-
FEBRUARY	-	-	-
MARCH	-	-	-
APRIL	-	-	-
MAY	-	-	-
JUNE	-	-	-
JULY	-	-	-
AUGUST	-	-	-
SEPTEMBER	-	-	-
OCTOBER	-	-	-
NOVEMBER	-	-	-
DECEMBER	-	2	-
TOTALS	-	3	-

OTHER (description):

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Clay Springs	ADEQ Public Water System Number:	09-081

**UTILITY SHUTOFFS/DISCONNECTS**

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	-	-	-
FEBRUARY	-	-	-
MARCH	-	-	-
APRIL	-	-	-
MAY	-	-	-
JUNE	-	-	-
JULY	-	-	-
AUGUST	-	-	-
SEPTEMBER	-	-	-
OCTOBER	-	-	-
NOVEMBER	-	-	-
DECEMBER	-	1	-
TOTALS	-	1	-

OTHER (description):

Company Name: Mountain Glen Water Service, Inc.		
Name of System: Linden Trails	ADEQ Public Water System Number:	09-090

**UTILITY SHUTOFFS/DISCONNECTS**

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	-	-	-
FEBRUARY	-	-	-
MARCH	-	-	-
APRIL	-	-	-
MAY	-	-	-
JUNE	-	-	-
JULY	-	-	-
AUGUST	-	-	-
SEPTEMBER	-	-	-
OCTOBER	-	-	-
NOVEMBER	-	-	-
DECEMBER	-	-	-
TOTALS	-	-	-

OTHER (description):



Company Name: Mountain Glen Water Service, Inc.		
Name of System: Pinedale	ADEQ Public Water System Number:	09-054

**UTILITY SHUTOFFS/DISCONNECTS**

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	-	-	-
FEBRUARY	-	-	-
MARCH	-	-	-
APRIL	-	-	-
MAY	-	-	-
JUNE	-	-	-
JULY	-	-	-
AUGUST	-	-	-
SEPTEMBER	-	-	-
OCTOBER	-	-	-
NOVEMBER	-	-	-
DECEMBER	-	-	-
TOTALS	-	-	-

OTHER (description):

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PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2010 was:

\$7,388

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why.

**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

RECEIVED  
APR 28 2011  
ACCUITIES DIRECTOR

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<u>Navajo</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Alice Ferrell</u>
COMPANY NAME	<u>Mountain Glen Water Service, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

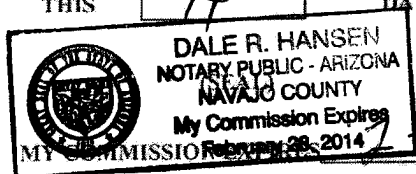
I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Alice Ferrell  
SIGNATURE OF OWNER OR OFFICIAL  
928 532-4688  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14 DAY OF



COUNTY NAME	<u>Navajo</u>	
MONTH	<u>Apr. 6</u>	<u>2011</u>
<u>Dale R. Hansen</u> SIGNATURE OF NOTARY PUBLIC		

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	\$	-
Estimated or Actual Federal Tax Liability	\$	-
State Taxable Income Reported	\$	-
Estimated or Actual State Tax Liability	\$	50.00

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	\$	-
Amount of Gross-Up Tax Collected		-
Total Grossed-Up Contributions/Advances	\$	-

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certified that the Utility has refunded to Payers all gross-up tax refunds reported in the prior years annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company, or the sole proprietor, if a sole proprietorship.

Alice Ferrell  
SIGNATURE

4/14/11  
DATE

Alice Ferrell  
PRINTED NAME

Secretary  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED  
WRITTEN  
ACCUTELIVES DIRECTOR

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Navajo</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Alice Ferrell</u>
COMPANY NAME	<u>Mountain Glen Water Service, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2010</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 198,702

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 12,488

IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST  
INCLUDE SALES TAXES BILLED OR  
COLLECTED. IF FOR ANY OTHER REASON,  
THE REVENUE REPORTED ABOVE DOES NOT  
AGREE WITH TOTAL OPERATING REVENUES  
ELSEWHERE REPORTED, ATTACH THOSE  
STATEMENTS THAT RECONCILE THE  
DIFFERENCE. (EXPLAIN IN DETAIL)**

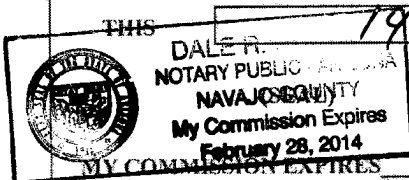
Alice Ferrell  
SIGNATURE OF OWNER OR OFFICIAL  
928 532-4688  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 19th DAY OF

COUNTY NAME	<u>Navajo</u>	
MONTH	<u>April</u>	<u>2011</u>



Dale R. [Signature]  
SIGNATURE OF NOTARY PUBLIC

2-28-14

VERIFICATION  
AND  
SWORN STATEMENT  
**RESIDENTIAL REVENUE**  
Intrastate Revenues Only

RECEIVED  
APR 15 2011  
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Navajo		
NAME (OWNER OR OFFICIAL)	Alice Ferrell	TITLE	Secretary
COMPANY NAME	Mountain Glen Water Service Inc.		

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 197,090

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 12,387  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

Alice Ferrell  
SIGNATURE OF OWNER OR OFFICIAL

928 532-4688  
TELEPHONE NUMBER

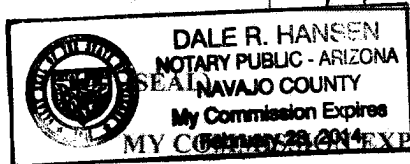
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

14<sup>th</sup>

DAY OF



MY COMMISSION EXPIRES

2-28-14

NOTARY PUBLIC NAME	Dale R. Hansen		
COUNTY NAME	Navajo		
MONTH	April	YEAR	2011

Dale R. Hansen  
SIGNATURE OF NOTARY PUBLIC